



Agenda Date: 4/18/2006
Agenda Placement: 6B

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Shelli Brobst for Randy Snowden - Director
Health & Human Services
REPORT BY: Shelli Brobst, Contracts Analyst, 253-4720
SUBJECT: Amendment No. 1 to Agreement with the California Department of Health Services (Medi-Cal Administrative Activities)

RECOMMENDATION

Director of Health and Human Services requests approval of and authorization for the Chair to sign Amendment No.1 to revenue Agreement No. 3897-A with the California Department of Health Services increasing the amount by \$2,700,000 for a new maximum of \$5,100,000 and extending the term through June 30, 2008 to fund Medi-Cal Administrative Activities.

EXECUTIVE SUMMARY

The Department of Health Services reimburses local governmental agencies for time spent assisting clients in obtaining Medi-Cal or Medi-Cal services ("Medi-Cal Administrative Activities," or "MAA"). This agreement establishes the maximum amount of reimbursement that HHSA may claim for Public Health, Substance Abuse Services, and Mental Health MAA activities. The amendment increases the maximum amount for Fiscal Year 2006-2007 and Fiscal Year 2007-2008 and extends the term of the agreement through June 30, 2008.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Public Health Substance Abuse Services Mental Health
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This amendment is necessary in order for the Public Health, Substance

Abuse Services, and Mental Health Divisions to receive reimbursement for the costs of performing Medi-Cal Administrative Activities (MAA). The maximum amount of this agreement is based on the MAA plan submitted by HHSA to the State.

The amount of reimbursement that HHSA receives will be determined by the actual level of Medi-Cal Administrative Activities provided. HHSA will receive reimbursement for salaries, benefits, and other actual expenses spent in the course of these MAA services during the contract term.

Currently, the agreement has an expiration date of June 30, 2006 and includes a maximum dollar amount of \$800,00 per fiscal year. The amendment extends the term of the agreement through June 30, 2008, increases the Fiscal Year 2006-2007 maximum amount to \$1,200,000 and increases the Fiscal Year 2007-2008 maximum amount to \$1,500,000.

Is the general fund affected? No
 Future fiscal impact: The agreement terminates June 30, 2008.
 Consequences if not approved: Napa County will not be able to invoice for MAA services.
 Additional Information: None

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

This revenue agreement enables Health and Human Services to perform Medi-Cal Administrative Activities (MAA) on behalf of the State Department of Health Services. The agreement allows HHSA to assist in the proper and efficient administration of the Medi-Cal program by improving the availability and accessibility of Medi-Cal services to all eligible and potentially eligible Medi-Cal individuals within Napa County. Various staff within the Public Health Division, including the Therapeutic Child Care Center, and the Substance Abuse Services and Mental Health Divisions provide these Medi-Cal Administrative Activities. The agreement establishes the maximum amount of reimbursement that HHSA may receive for these activities for the FYs 2006-2007 and 2007-2008.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Lorenzo Zialcita